

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1730 - SB 1893

February 18, 2014

SUMMARY OF BILL: Combines the Board of Cosmetology and the Board of Barber Examiners into the newly created State Board of Cosmetology and Barber Examiners. Creates a 13-member Board appointed by the Speakers of the Senate and House of Representatives and the Governor. Creates rules, regulations, restrictions, and timetables for initial and renewal appointments for those serving on the Board.

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures - \$2,800/Board of Cosmetology and Barber Examiners

Assumptions:

- This bill, in large part, keeps the current policies and processes for each Board in place.
- The Board of Barber Examiners has 5 members and the Board of Cosmetology has 9 members. Combining both Boards into a 13-member Board will effectively remove one member, thus reducing expenses currently reimbursed by the Boards.
- The average cost of reimbursing expenses related to meals, lodging, and travel is \$2,760 per member per year. Any additional savings from combining these two separate boards is estimated to be not significant.
- Pursuant to Tenn. Code Ann. §4-29-121, all regulatory boards are required to be self-supporting over a two-year period. The Board of Barber Examiners had closing balances of \$37,457 in FY11-12 and \$36,294 in FY12-13 and a closing deficit of \$83,038. The Board of Cosmetology had closing balances of \$184,436 in FY11-12 and \$179,171 in FY12-13 and a closing reserve balance of \$810,655 on June 30, 2013.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

/jdb